

Lockheed Aircraft Corp.		ENGINEERING STUDY <input type="checkbox"/>		LAC -60						
		CHANGE PROPOSAL <input checked="" type="checkbox"/>								
DATE 12 October 1959		AFFECTS: WSPO <input checked="" type="checkbox"/>		PROJECT <input checked="" type="checkbox"/>						
NAME OF MAJOR COMPONENT Airplane		PART OR LOWEST SUBASSEMBLY Autopilot		PART NO. & MODEL OR TYPE						
TITLE OF PROPOSAL : Provide Standby Stock of Lear, Inc. Spare Parts										
NATURE OF PROPOSAL : Request for authority to commit [] to Lear, Inc. to create a standby inventory of spare parts needed in the repair or overhaul of Lear equipment in use on our article. Ref. Letter H. W. Upton-Lear, Inc. to [] dated 10/1/59. Insured Spare Parts Inventory, and list of recommended parts.										
REASON FOR PROPOSAL : This standby or insured spare parts inventory will allow Lear, Inc. to reduce, by as much as 2 1/2 months, the turnaround time on repair or overhaul of Lear, Inc. components. Such an inventory will be very important in the on-schedule accomplishment of our IRAN program. Authorization of this expenditure will assure Lear, Inc. of payment for any residual inventory not usable on other contracts in case of termination of this contract.										
This [] can be divided between WSPO and the Project.										
ES		ESTIMATED COST AND TIME INVOLVED : --								
		ADDITIONAL FUNDING REQUIRED : --								
CP		ESTIMATED COST FOR KITS OR PARTS : [] (Commitment)								
		ADDITIONAL FUNDING REQUIRED : None (SP-1918)								
ITEMS AFFECTED BY PROPOSAL :										
SAFETY	MISSION EFFEC- TIVENESS	PERFORM- ANCE	OPERATING PROCEDURE	INTER- CHANGE- ABILITY	WEIGHT OR WEIGHT & BALANCE	TOOLS & SUPPORT EQUIPMENT	MAINTENANCE PROCEDURE	SERVICE LIFE	FLIGHT MANUAL	MAINTENANCE MANUAL
<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
EST. MAN/HRS. REQ'D. TO ACCOMPLISH CHANGE IN FIELD						Not applicable				
SOURCE OF PARTS FOR KIT See above						AVAILABILITY As Required				
DISPOSITION OF SPARES AFFECTED Not applicable										
INITIATED BY : LAC						APPROVED : WSPO PROJECT 10/19/59				

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LEAR, Incorporated

3171 South Bundy Drive
Santa Monica, California
EXmont 8-6211

1 October 1959

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[redacted]
P.O. Box 167
La Canada, California

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Attention: [redacted]

Subject: Insured Spare Parts Inventory at Western District Field
Service in Santa Monica

Gentlemen:

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Several weeks ago [redacted] and I had a discussion regarding faster turnaround on repairs and overhaul of your equipment. [redacted] advised that the delay on these units was primarily due to the lack of parts which we do not stock in our Western District Field Service repair facility, and which we have to order from other divisions. This has caused delays sometimes as high as 150 days.

STAT

At the beginning of your program we suggested that C&J order spare parts and bail them out to our Western District Field Service for repair of your units. However, due to the fact that all spares which were ordered for this program were complete units, it was decided that there would be ample time for turnaround. We now find that the pipeline time between your customer and our repair facility has absorbed the spare complete units which were ordered initially. We will be only too glad to order these spare parts, which have caused delays in the past, but our Management would frown on building up such a spare parts supply with no assurance that, should the program be terminated, we would be able to recover our money for the equipment held in this inventory. Some of the equipment which is presently used in your article is no longer in production and therefore, considered obsolete; there would be no way of Lear disposing of this stock because of obsolescence if the program were discontinued. Since it is specialized equipment we would have to assure our Management that if this program were discontinued, C&J would purchase this inventory if it could not be disposed of through other channels. This insured stock will not include items that are common to other equipment on which we are making repairs such as nuts, bolts, spacers, and hardware in general. It is also understood that C&J can advise us to stop replacing parts in this inventory at any time.

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1 October 1959

Attention: [redacted]

Attached to this letter is a list which includes the part numbers, nomenclature, and the quantities we would stock, price of each item, and the total dollar volume of each item together with the total cost of the inventory. You will notice that there have not been any plug-in accessories in this list--only spare parts. If C&J will insure the stock level, we can place an immediate order with our supplier and most of these items could be in stock between 90 and 120 days. This would assure a 30 to 45-day turnaround of the majority of your equipment.

After a close study I would appreciate if you would advise me of your findings--I am confident that this perpetual stock will allow Lear to better serve C&J.

Very truly yours,

LEAR, INCORPORATED

[redacted]
District Manager
Western Area Contracts Office

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HWU:he

Attachment

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